

**Fill in this information to identify the case:**

Debtor Name Mallett Inc

United States Bankruptcy Court for the: Southern District of New York

Case number: 21-11619

☐ Check if this is an amended filing

## Official Form 425C

**Monthly Operating Report for Small Business Under Chapter 11**

12/17

Month: September 2021Date report filed: MM / DD / YYYY

Line of business: \_\_\_\_\_

NAISC code: \_\_\_\_\_

In accordance with title 28, section 1746, of the United States Code, I declare under penalty of perjury that I have examined the following small business monthly operating report and the accompanying attachments and, to the best of my knowledge, these documents are true, correct, and complete.

Responsible party: Anthony Gee, Director

Original signature of responsible party: /s/Anthony Gee, Director

Printed name of responsible party: Anthony Gee, Director

**1. Questionnaire**

Answer all questions on behalf of the debtor for the period covered by this report, unless otherwise indicated.

**If you answer No to any of the questions in lines 1-9, attach an explanation and label it Exhibit A.**

	Yes	No	N/A
1. Did the business operate during the entire reporting period?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
2. Do you plan to continue to operate the business next month?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3. Have you paid all of your bills on time?	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
4. Did you pay your employees on time?	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
5. Have you deposited all the receipts for your business into debtor in possession (DIP) accounts?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
6. Have you timely filed your tax returns and paid all of your taxes?	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
7. Have you timely filed all other required government filings?	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
8. Are you current on your quarterly fee payments to the U.S. Trustee or Bankruptcy Administrator?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9. Have you timely paid all of your insurance premiums?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

**If you answer Yes to any of the questions in lines 10-18, attach an explanation and label it Exhibit B.**

10. Do you have any bank accounts open other than the DIP accounts?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Have you sold any assets other than inventory?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
12. Have you sold or transferred any assets or provided services to anyone related to the DIP in any way?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
13. Did any insurance company cancel your policy?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
14. Did you have any unusual or significant unanticipated expenses?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
15. Have you borrowed money from anyone or has anyone made any payments on your behalf?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
16. Has anyone made an investment in your business?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Debtor Name Mallett Inc

Case number 21-11619

17. Have you paid any bills you owed before you filed bankruptcy?

☐ ☒ ☐

18. Have you allowed any checks to clear the bank that were issued before you filed bankruptcy?

☒ ☐ ☐

## 2. Summary of Cash Activity for All Accounts

**19. Total opening balance of all accounts**

\$ 3,507,880.00

This amount must equal what you reported as the cash on hand at the end of the month in the previous month. If this is your first report, report the total cash on hand as of the date of the filing of this case.

**20. Total cash receipts**

Attach a listing of all cash received for the month and label it *Exhibit C*. Include all cash received even if you have not deposited it at the bank, collections on receivables, credit card deposits, cash received from other parties, or loans, gifts, or payments made by other parties on your behalf. Do not attach bank statements in lieu of *Exhibit C*.

Report the total from *Exhibit C* here.

\$ 1,600.50

**21. Total cash disbursements**

Attach a listing of all payments you made in the month and label it *Exhibit D*. List the date paid, payee, purpose, and amount. Include all cash payments, debit card transactions, checks issued even if they have not cleared the bank, outstanding checks issued before the bankruptcy was filed that were allowed to clear this month, and payments made by other parties on your behalf. Do not attach bank statements in lieu of *Exhibit D*.

Report the total from *Exhibit D* here.

- \$ 37.12

**22. Net cash flow**

Subtract line 21 from line 20 and report the result here.

This amount may be different from what you may have calculated as *net profit*.

+ \$ 1,563.38

**23. Cash on hand at the end of the month**

Add line 22 + line 19. Report the result here.

Report this figure as the *cash on hand at the beginning of the month* on your next operating report.

This amount may not match your bank account balance because you may have outstanding checks that have not cleared the bank or deposits in transit.

= \$ 3,509,444.00

## 3. Unpaid Bills

Attach a list of all debts (including taxes) which you have incurred since the date you filed bankruptcy but have not paid. Label it *Exhibit E*. Include the date the debt was incurred, who is owed the money, the purpose of the debt, and when the debt is due. Report the total from *Exhibit E* here.

**24. Total payables**

\$ 0.00

(*Exhibit E*)

Debtor Name Mallett Inc

Case number 21-11619

#### 4. Money Owed to You

Attach a list of all amounts owed to you by your customers for work you have done or merchandise you have sold. Include amounts owed to you both before, and after you filed bankruptcy. Label it *Exhibit F*. Identify who owes you money, how much is owed, and when payment is due. Report the total from *Exhibit F* here.

25. Total receivables \$ 0.00  
(Exhibit F)

#### 5. Employees

26. What was the number of employees when the case was filed? 0  
27. What is the number of employees as of the date of this monthly report? 0

#### 6. Professional Fees

28. How much have you paid this month in professional fees related to this bankruptcy case? \$ 0.00  
29. How much have you paid in professional fees related to this bankruptcy case since the case was filed? \$ 0.00  
30. How much have you paid this month in other professional fees? \$ 0.00  
31. How much have you paid in total other professional fees since filing the case? \$ 0.00

#### 7. Projections

Compare your actual cash receipts and disbursements to what you projected in the previous month. Projected figures in the first month should match those provided at the initial debtor interview, if any.

	Column A		Column B		Column C
	Projected	—	Actual	=	Difference
	Copy lines 35-37 from the previous month's report.		Copy lines 20-22 of this report.		Subtract Column B from Column A.
32. Cash receipts	\$ <u>0.00</u>	—	\$ <u>1,600.50</u>	=	\$ <u>1,600.50</u>
33. Cash disbursements	\$ <u>0.00</u>	—	\$ <u>37.12</u>	=	\$ <u>37.12</u>
34. Net cash flow	\$ <u>0.00</u>	—	\$ <u>1,563.38</u>	=	\$ <u>1,563.38</u>
35. Total projected cash receipts for the next month:					\$ <u>0.00</u>
36. Total projected cash disbursements for the next month:				—	\$ <u>0.00</u>
37. Total projected net cash flow for the next month:				=	\$ <u>0.00</u>

Debtor Name Mallett Inc

Case number 21-11619

## 8. Additional Information

If available, check the box to the left and attach copies of the following documents.

- ☐ 38. Bank statements for each open account (redact all but the last 4 digits of account numbers).
- ☒ 39. Bank reconciliation reports for each account.
- ☒ 40. Financial reports such as an income statement (profit & loss) and/or balance sheet.
- ☐ 41. Budget, projection, or forecast reports.
- ☐ 42. Project, job costing, or work-in-progress reports.

Database: MRI1	MRI Bank Reconciliation	Page: 1
Report ID: CB_BANKREC	MRI1	Date: 10/5/2021
		Time: 4:07 PM

CBRE Corp CC#: 10ASV0259446  
Property Name: 929 MADISON AVENUE  
Account Name: Mallett, Inc, CBRE, Inc.  
Account Number: xxxxxx7202  
GL Account Number: 1010001  
Accounting Office: Minneapolis

Bank ID HPOOP  
Bank Name Union Bank

Prepared by: JULIANE POPELKA	Title: Associate Accountant
	Date: 10/5/2021

Reviewed & Approved by: Jonathon Hart	Title: Accounting Manager
Signature:	Date:

#### BANK RECONCILIATION

##### Reconciliation of Opening Statement Balance to Ending Statement Balance

Reconciliation Number: 7911  
Reconciliation Date: 10/5/2021  
Statement Ending Date: 9/30/2021

Opening Balance From Statement:	12,531.88
Less Cleared Withdrawals:	37.12
Add Cleared Deposits:	1,600.50
Less Bank Fees/Other Adjustments:	0.00
Add Interest Earned/Other Adjustments:	0.00
Research Adjustments:	0.00
Adjusted Bank Balance:	14,095.26
Ending Balance From Statement:	14,095.26
Difference:	0.00

#### Notes

##### Cleared Withdrawals and Deposits

Date	Period	Reference	Source	Description	Withdrawals	Deposits
9/3/2021	09/21	1211	AP	CON EDISON	37.12	
9/7/2021	09/21	00137343	CM	1796436-Mk		1,600.50
<b>TOTAL:</b>					<b>37.12</b>	<b>1,600.50</b>

Database:	MRI1	MRI Bank Reconciliation	Page:	2
Report ID:	CB_BANKREC	MRI1	Date:	10/5/2021
			Time:	4:07 PM

#### GL Reconciliation

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##### Reconciliation of Ending Statement Balance To General Ledger Balance

Period: 09/21

Ending Balance From Statement:		14,095.26
Outstanding Checks/Other Withdrawal Adjustments:		0.00
Less Outstanding Checks:	0.00	
Add Cleared, Unjournalized Withdrawal:	0.00	
Add Cleared, Journalized Withdrawals for Future Period:	0.00	
Less Checks Voided in Future Period:	0.00	
Deposits in transit/Other Deposit Adjustments:		0.00
Add Deposits in Transit:	0.00	
Less Cleared, Unjournalized Deposits:	0.00	
Less Cleared, Journalized Deposits for Future Period:	0.00	
Bank Fees/Interest Adjustments:		0.00
Research Adjustments:		<u>0.00</u>
Adjusted GL Balance:		14,095.26
GL Account Balance:		<u>14,095.26</u>
Difference:		0.00



# STATEMENT OF ACCOUNTS

Pg 7 of 10

 Page 1 of 1  
 MALLETT, INC.

 Statement Number: [REDACTED]  
 09/01/21 - 09/30/21

 UNION BANK  
 RETS GENERAL INDUSTRIES - USCB 1125  
 PO BOX 513840  
 LOS ANGELES CA 90051-3840

 Customer Inquiries  
 800-849-6466

 Thank you for banking with us  
 since 2007

 MALLETT, INC.  
 CBRE INC AAF MALLETT  
 ATTN: 929 MADISON AVENUE  
 4400 W 78TH ST, STE 200  
 MINNEAPOLIS MN 55435

■

## Analyzed Business Checking Summary

Account Number: [REDACTED]

Days in statement period: Days in statement period: 30

<b>Balance on 9/ 1</b>	<b>\$</b>	<b>12,531.88</b>
<b>Total Credits</b>		<b>1,600.50</b>
Other credits (1)	1,600.50	
<b>Total Debits</b>		<b>-37.12</b>
Account recon dr (1)	-37.12	
<b>Balance on 9/30</b>	<b>\$</b>	<b>14,095.26</b>

## C R E D I T S

### Other credits and adjustments

<i>Date</i>	<i>Description/Location</i>	<i>Reference</i>	<i>Amount</i>
9/7	REMOTE DEPOSIT	13503766 \$	1,600.50

## D E B I T S

### Account reconciliation debits

<i>Date</i>	<i>Description</i>	<i>Reference</i>	<i>Amount</i>
9/15	ACCOUNT RECONCILIATION LIST POST	99971816 \$	37.12

### Daily Ledger Balance

<i>Date</i>	<i>Ledger Balance</i>	<i>Date</i>	<i>Ledger Balance</i>
9/1-9/6	\$ 12,531.88	9/15-9/30	\$ 14,095.26
9/7-9/14	14,132.38		

Database: MRI1  
 ENTITY: HPO001

General Ledger  
 MRI1  
 929 MADISON AVENUE

Page: 1  
 Date: 10/5/2021  
 Time: 4:01 PM

Cash

09/21 - 09/21

Report includes an open period. Entries are not final.

Account Entity	Period	Entry Date	Src Reference	Site Id	Job Code	Dept	Description	Debit	Credit	Balance
<b>1010-001</b>			<b>CASH- OPERATING 1</b>				<i>Balance Forward</i>			<i>12,531.88</i>
HPO001	09/21	9/3/2021	AP 106175	@			A/P Cash Disbursed for checks 1211-1211	0.00	37.12	12,494.76
HPO001	09/21	9/8/2021	CM 066307	@			00137343 Cash Recpt NON-TENANT	1,600.50	0.00	14,095.26
<b>** Account Totals</b>								<u>1,600.50</u>	<u>37.12</u>	<b>14,095.26</b>
<b>** Grand Totals</b>								<b>1,600.50</b>	<b>37.12</b>	



**Exhibit A**

We had one deposit in the month in the CBRE client account. This was deposited prior to the filing date of 15 September 2021 but was not notified to us by the managing agent. The amount of \$1,600.50 remains in the managing agent client account while the DIP account is set up.

**Exhibit B**

There are currently two bank accounts that remain open that are not DIP accounts. Mallett Inc is trying to set up a DIP account but both Directors are UK resident and the process is difficult without a US based representative. The process of setting up a DIP is on-going

The two accounts open are

- 1) A client account with CBRE the managing agent of the property that the client occupied.
- 2) An IOLTA account with the attorney Lester, Bleckner and Shaw.

The balances of the two accounts plus movements are included in the financial information attached to the submission.

The bank reconciliation prepared by CBRE is attached also.